

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) – Extention of certain incentives and benefits to M/s. Jain Irrigation Systems Limited for establishment of Integrated Agriculture and Horticulture Park – Modification Orders –Issued.

=====

INDUSTRIES AND COMMERCE (INFRA) DEPARTMENT

G.O.Ms.No.72

Dated:18/05/2016

Read the following

1. G.O.Ms.No.71, Ind. and Com. (P&I) Dept dt.14.12.2015.
2. G.O.Ms.No.120, Ind. and Com. (infra) Dept dt.14.12.2015.
3. From the VC & MD, APIIC Ltd., Letter No.615/APIIC/CS (Projects)/Jain/2014, dt.14.12.2015.
4. From the President (Agri-Food Division), M/s. Jain Irrigation dt.21.012.2015.
5. From the CEO, AP Food Processing Society, Lr.No.APFPS/JAIN IRRIGATION/ 2015-16, Dated 27.1.2016.
6. From the VC & MD, APIIC Ltd., Letter No.615/APIIC/CS (Projects)/Jain/2014, dt.19.03.2016
7. SIPB Minutes of the meeting held on 11.04.2016.
8. G.O.Ms.No.48, Ind. & Com. (P&I) Dept. dated 13.4.2016.

>><<

ORDER:

In the G.O. 1st read above, orders were issued based on the recommendations of the State Investment Promotion Board , hereby decided to extend the following incentives to M/s Jain Irrigation Systems Limited for setting up their Integrated Agriculture and Horticulture Park at Tangedancha (V) Kurnool District with an investment of Rs.365 Crore with a potential to create direct employment to 3,550 persons and indirect employment to around 10,000 persons:

- (i) 100% net VAT/CST/SGST for the units coming up in the park for a period of 7 years or up to 100% fixed capital investment, whichever is earlier, as the project is coming up in the backward region of Rayalaseema and will provide forward linkages to Agri and Horticulture produce, besides providing large scale employment.
- (ii) Reimbursement of conversion fee from agricultural lands to Industrial lands.
- (iii) To provide water at a concessional rate of Rs.15/- per KL on the line of Brandix for a period of 5 years.
- (iv) All other benefits as per Food Processing Policy 2015-20.

2. In the reference 2nd read above, Government have accorded permission to the Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) for allotment of land over an extent of Acs.623.40 cents to M/s. Jain Irrigation Systems Ltd. on lease basis for 99 years and for handing over of the same to the project proponent, pending regular alienation, for the establishment of Integrated Agriculture and Horticulture Park duly fixing the cost of the land as per the extant rules and regulations of the APIIC.

3. The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) vide the reference 3rd read above, has issued provisional allotment letter to M/s. Jain Irrigation Systems Ltd. allotting the land of an extent of Acs.623.40 cents at Thangadancha Village, Jupadu Bangalow Mandal, Kurnool District on lease basis and on “as is where is basis” for a period of 99 years for establishment of Integrated Agriculture and Horticulture Park subject to the conditions mentioned therein.

4. The President, M/s. Jain Irrigation Systems Limited, vide in the reference 4th read above, has stated that the project being proposed by them is for establishment of Integrated Agriculture and Horticulture Park having long gestation period and requiring sustained long term investment and also given the nature of the long term project which will herald a new horticulture revolution in Andhra Pradesh and also requested the Government to allot the land on outright sale basis with reasonable deferred payment.

5. The Chief Executive Officer, Andhra Pradesh Food Processing Society, in his letter 5th read above, has furnished the remarks on the request of M/s. Jain Irrigation Systems Ltd. on the land allocation, Capital Subsidy, VAT refund, Water concession and Power Concession.

(P.T.O)

6. The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC) vide the reference 6th read above, has stated that after the issue of Industrial Development Policy, 2015-20 vide G.O.Ms.No.36, Industries and Commerce Department, dt.29.04.2015, the APIIC Limited is allotting lands to the entrepreneurs on lease basis only for a period of 99 years and refer the matter to the Govt. for issue of necessary orders on the request of M/s. Jain Irrigation Systems Ltd.

7. In the reference 7th read above, the State Investment Promotion Board has discussed the proposal in detail and the following decisions were taken on the request of M/s. Jain Irrigation Systems Ltd:-

- (a) To allocate the land on outright sale basis as per the Policy @ Rs.5.00 Lakhs per acres resolved in the cabinet on April 2, 2016. The policy amendment is accordingly in progress
- (b) Capital subsidy as per the previous decision of the SIPB
- (c) VAT refund as per the previous decision of the SIPB
- (d) To provide water for agricultural activity at free of cost
- (e) To provide water for industrial activity @Rs.15 per KL for 5 years
- (f) Reimbursement of power cost @Rs.1.50 per unit for 5 years and @ free of cost for agricultural activity.

8. In the G.O. 8th read above, orders were issued amending the Industrial Development Policy 2015-20 stipulating that land shall be allotted on 99 years lease or outright sale as per the land allotment rules of APIIC, as per the request of proponent.

9. Government after careful examination of the matter and in partial modification of the earlier orders issued vide the G.Os. 1st and 2nd read above, hereby extend the following incentives/benefits to M/s. Jain Irrigation Systems Limited, for setting up their Integrated Agriculture and Horticulture Park at Tangedancha (V) Kurnool District:-

- (a) To allocate the land on outright sale basis as per the Policy @ Rs.5.00 Lakhs per acre by APIIC as per the orders issued vide G.O. 6th read above.
- (b) To provide water for agricultural activity at free of cost
- (c) To provide water for industrial activity @Rs.15 per KL for 5 years from the date of commencement of commercial production.
- (d) Reimbursement of power cost @Rs.1.50 per unit for 5 years from the date of commencement of commercial production and @ free of cost for agricultural activity.

10. The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited (APIIC)/ the Director of Industries, A.P. Hyderabad shall take necessary action accordingly. They should intimate the work done by the unit to the Government from time to time.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.SOLOMON AROKIJARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Vice Chairman & Managing Director,
APIIC Limited, Hyderabad.
The Director of Industries, A.P., Hyderabad.
Copy to
The CEO, APFPS, Hyderabad.
Ind. & Com. (P&I) Dept.
The PS to Secretary to Chief Minister.
The PS to CS to Govt. of A.P.
The PS to Secy. to Govt. & CIP.
SF/SC

//FORWARDED : : BY ORDER//

SECTION OFFICER

